

USPS-RM2016-3/1

PUBLIC MATERIALS RELATING TO PROPOSAL TWELVE

I. PREFACE

A. Purpose and Content

The purpose of USPS-RM2016-3/1 is to provide the supporting public materials for Proposal Twelve showing the calculations and cost impacts on each market dominant product as well as the aggregate impact on competitive products if the methods proffered in Proposal Twelve are accepted by the Commission.

II. ORGANIZATION

In addition to this Word (pdf) Preface, USPS-RM2016-3/1 consists of a zip file containing four Excel workbooks. Workbook **Prop12.CS06&7** incorporates the changes from Proposal Twelve and from Docket No. RM2015-7, Proposal Thirteen. The changes in workbook **Prop12.CS06&7** are linked to workbooks **Prop12.CS12** and **Prop12.CS20**. To properly reflect the changes downstream, all three workbooks should be opened concurrently. In all three workbooks, the tabs and cells directly impacted by Proposal Twelve are color coded purple. Also in each workbook, further explanations of the changed tabs are included on tab 'Doc'. The mechanical changes to the workbook are explained on tab 'Changes'. The name and purpose of each workbook contained in this folder are listed in the following table.

Contents of USPS-RM2016-3/1

Workbook	Purpose
Prop12.Cost.Impacts.xlsx	Illustrates the impact on product costs separately for Motor Vehicle Service (MVS) Personnel, MVS Supplies and Materials, and Vehicle Depreciation.
Prop12.CS06&7.xlsx	1) Deletes the proportions that were used to assign MVS Personnel and Supplies/Materials costs to In-Office, Network Travel, and Delivery Activity and 2) Uses DOIS proportions to split office and street costs for foot and motorized routes.
Prop12.CS12.xlsx	Applies changes made to CS06&7 through the CS12 cost model. Components 83 and 92 have been renamed City Delivery Letter Routes. Components 86 and 95 (both named Network Travel) have been removed.
Prop12.CS20.xlsx	Applies changes made to CS06&7 through the CS20 cost model. Component 223 is created and assigns special purpose route vehicle depreciation costs in the same manner as special purpose route costs in CS12.1 and CS12.2. Component 221, formerly dormant, has been reactivated and is named City Delivery Letter Routes and assigns letter route vehicle depreciation costs in the same manner as letter route costs are assigned in CS12.1 and CS12.2. Components 222 and 225 (named Delivery Activities and Network Travel respectively) have been removed.